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18 UNITED STATES OF AMERICA

19 UNITED STATES DISTRICT COURT  
20 FOR THE CENTRAL DISTRICT OF CALIFORNIA  
21 WESTERN DIVISION  
22

23 UNITED STATES OF AMERICA,  
24 Plaintiff,  
25 v.

26 KAIN KUMAR, M.D., an individual,  
27 and SHARMINI KUMAR, an  
28 individual,

Defendants.

Case No. 2:17-cv-5012

COMPLAINT FOR INJUNCTIVE  
RELIEF AGAINST FRAUD UNDER  
18 U.S.C. § 1345

[Crim. Case No. 2:16-cr-00364-PSG]

26920 Rolling Hills Avenue,  
Santa Clarita, California 91387

4820 Balboa Avenue,  
Encino, California 91316

19902 Pacific Coast Highway,  
Malibu, California 90265

**JURISDICTION AND VENUE**

1  
2 1. This is a civil action brought by the United States of America pursuant  
3 to 18 U.S.C. § 1345 to enjoin the alienation, transfer and/or disposition of property  
4 traceable to Federal health care offenses.

5 2. This Court has jurisdiction pursuant to 28 U.S.C. § 1331 and § 1345.

6 3. Venue is proper in this district pursuant to 28 U.S.C. § 1391(b)(2) as  
7 the property at issue is in, and the events giving rise to this claim occurred in, the  
8 Central District of California.

**PARTIES**

9  
10 4. Plaintiff is the UNITED STATES OF AMERICA.

11 5. Defendant KAIN KUMAR, M.D. is a resident of California and the  
12 defendant in the pending criminal action, United States v. Kain Kumar, C.D. Cal.  
13 Case No. 2:16-cr-00364-PSG (“Criminal Action”).

14 6. Defendant SHARMINI KUMAR is a resident of California and the  
15 spouse of Defendant KAIN KUMAR, M.D.

**PROPERTY AT ISSUE**

**Santa Clarita Property and Santa Clarita Property Sales Proceeds**

17  
18 7. The first real property referenced herein is commonly described as  
19 26920 Rolling Hills Avenue, Santa Clarita, California 91387, Assessor’s Parcel  
20 Number 2841-023-074 (“Santa Clarita Property”).

21 8. From February 2004 to February 2017, Defendants KAIN KUMAR,  
22 M.D. and SHARMINI KUMAR held the Santa Clarita Property as community  
23 property with right of survivorship.

24 9. After his arrest in the Criminal Action, Defendant KAIN KUMAR,  
25 M.D. was released on a \$200,000 appearance bond secured by a Deed of Trust on  
26 the Santa Clarita Property. In connection therewith, Defendant KAIN KUMAR,  
27 M.D. agreed not to transfer or encumber the Santa Clarita Property until final  
28 disposition of the Criminal Action and exoneration of the appearance bond.

11. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR received \$850,018.26 in net sales proceeds (“Santa Clarita Property Sales Proceeds”) from the sale of the Santa Clarita Property.

12. The second real property referenced herein is commonly described as 4820 Balboa Avenue, Encino, California 91316, Assessor's Parcel Number 2289-019-146 ("Encino Property").

14. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR listed the Encino Property for sale for \$3,098,500 on January 1, 2017. On June 21, 2017, Defendant KAIN KUMAR, M.D. was arrested for violating the terms of his pretrial release order by selling the Santa Clarita Property without Court authorization. Three days later, on June 24, 2017, the Encino Property was removed from the market.

15. The third real property referenced herein is commonly described as 19902 Pacific Coast Highway, Malibu, California 90265, Assessor's Parcel Number 4450-001-038 ("Malibu Property").

17. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR listed the Malibu Property for sale for \$4,850,000 on January 2, 2017. The Malibu Property was removed from the market on June 23, 2017, two days after Defendant

1 KAIN KUMAR, M.D. was arrested for violating the terms of his pretrial release  
2 order by selling the Santa Clarita Property without Court authorization.

3 **FIRST CLAIM FOR RELIEF**

4 **28 U.S.C. § 1345**

5 **(All Defendants)**

6 18. The allegations of paragraphs 1 through 17 are incorporated herein.

7 19. On June 20, 2016, Defendant KAIN KUMAR, M.D. was arrested on  
8 the First Superseding Indictment in the Criminal Action, which charged Defendant  
9 KAIN KUMAR, M.D. with conspiracy to pay and receive kickbacks for health  
10 care referrals, in violation of 18 U.S.C. § 371, and three counts of receiving  
11 kickbacks for health care referrals, in violation of 42 U.S.C. § 1320a-7b(b)(1)(A).

12 20. On July 6, 2017, the Grand Jury in the Criminal Action returned a true  
13 bill, charging Defendant KAIN KUMAR, M.D. with (among other things)  
14 violating 18 U.S.C. § 1347 by defrauding health care benefit programs, namely  
15 Medicare and Medicare Part D drug plan sponsors, as to material matters in  
16 connection with the delivery and payment for health care benefits, items, and  
17 services. If convicted in connection with defrauding health care benefit programs,  
18 Defendant KAIN KUMAR, M.D. will owe a substantial criminal restitution  
19 obligation, payment of which will be secured by a lien in favor of the United States  
20 on all of his property and rights to property pursuant to 18 U.S.C. § 3613(c).

21 21. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR used  
22 proceeds received from defrauding health care benefit programs in violation of 18  
23 U.S.C. § 1347 to purchase the Santa Clarita Property and/or to make mortgage  
24 payments on the Santa Clarita Property.

25 22. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR used  
26 proceeds received from defrauding health care benefit programs in violation of 18  
27 U.S.C. § 1347 to purchase the Encino Property and/or to make mortgage payments  
28 on the Encino Property.

1           23. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR used  
2 proceeds received from defrauding health care benefit programs in violation of 18  
3 U.S.C. § 1347 to purchase the Malibu Property and/or to make mortgage payments  
4 on the Malibu Property.

5           24. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR  
6 alienated and/or transferred the Santa Clarita Property.

7           25. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR intend  
8 to alienate, transfer and/or dispose of the Santa Clarita Property Sales Proceeds.

9           26. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR intend  
10 to alienate, transfer and/or dispose of the Encino Property.

11           27. Defendants KAIN KUMAR, M.D. and SHARMINI KUMAR intend  
12 to alienate, transfer and/or dispose of the Malibu Property.

13                           **PRAYER FOR RELIEF**

14           WHEREFORE, the UNITED STATES requests relief as follows:

15           1. That the Court enter an order enjoining and restraining Defendants  
16 KAIN KUMAR, M.D. and SHARMINI KUMAR from alienating, disposing of, or  
17 transferring the Santa Clarita Property Sales Proceeds pending final disposition of  
18 the Criminal Action.

19           2. That the Court enter an order enjoining and restraining Defendants  
20 KAIN KUMAR, M.D. and SHARMINI KUMAR from alienating, disposing of, or  
21 transferring the Encino Property and/or the Malibu Property pending final  
22 disposition of the Criminal Action.

23           3. That this Court award the United States costs related to this suit.

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1           4.     For other and further relief as the Court deems just and proper.

2     Dated: July 7, 2017

Respectfully submitted,

3                     SANDRA R. BROWN

4                     Acting United States Attorney

5                     DOROTHY A. SCHOUTEN

6                     Assistant United States Attorney

7                     Chief, Civil Division

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11                    /s/ Christopher D. Crowell

12                    CHRISTOPHER D. CROWELL

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14                    Attorneys for Plaintiff

15                    United States of America